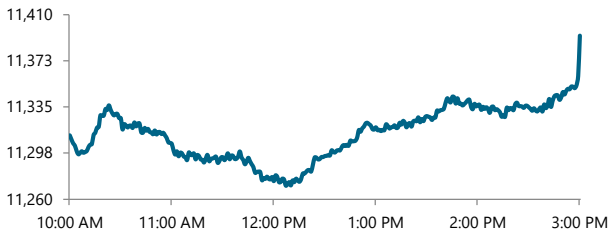
Daily Markets Overview

18 August 2021

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	11,393	0.6	0.6	31.1	33.0
Saudi (NOMUC)	24,919	-0.2	1.2	-5.1	NA
Energy	5,557	0.7	0.2	3.2	27.6
Materials	7,569	0.6	1.1	31.7	23.7
Capital Goods	8,948	-1.0	-2.1	36.9	26.8
Com. & Prof. Svc	4,401	0.5	-1.4	8.4	NA
Transportation	6,266	0.5	-2.2	29.4	NA
Cons. Durables & Apparel	8,016	-1.1	-1.4	40.1	NA
Consumer Services	5,108	-0.3	0.0	19.6	NA
Media	20,008	-2.0	-1.5	95.8	NA
Retailing	10,775	-0.7	-0.1	25.9	39.0
Food & Staples Retailing	9,980	0.1	-0.5	-5.3	31.9
Food & Beverages	5,779	0.3	0.1	5.8	41.2
Health Care Equipment	8,523	3.4	-0.9	50.8	43.1
Pharma, Biotech & Life Science	6,887	1.0	-3.0	33.2	NA
Banks	11,174	0.8	1.0	47.2	20.8
Diversified Financials	7,717	-0.3	-1.1	67.9	NA
Insurance	7,220	1.1	1.3	19.8	45.5
Telecommunication	8,554	1.5	0.9	24.0	25.9
Utilities	6,018	-0.5	1.6	30.6	11.1
REITs	5,032	-0.4	-0.6	17.4	40.0
Real Estate	3,563	-0.7	-1.0	18.0	NA

Sources: Bloomberg, Reuters, Tadawul

Saudi Market Update

- TASI closed 0.63% higher at 11,393, while NOMUC ended 0.2% lower to 24,919 on Tuesday. TASI traded value totaled SAR 6.3bn and averaged SAR 7.4bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 23.4% of the daily traded value.
- MSCI Emerging Markets closed 1.3% lower on Tuesday, trading at PE (TTM) of 16.3x vs. 33.0x for TASI.
- Banks and Materials closed 0.8% and 0.6% higher, respectively. Telecom gained 1.5%. Health Care Equipment (up 3.4%) was the best performing sector. Among stocks, Mouwasat Medical Services Co. (4002/MOUWASAT AB), United Cooperative Assurance Co. (8190/UCA AB), and Saudi Paper Manufacturing Co. (2300/SPM AB), led the gainers.
- According to US Treasury, KSA's holdings of US Treasuries reached USD 127.8bn (SAR 480bn) in June, up USD 0.5bn (SAR 1.8bn) M/M. The country's ranking fell to the 15th place among the largest holders of US debt in June. *(Source: Argaam)*
- Arabian Cement Co. (3010/ARCCO AB)'s CEO stated that KSA's cement market saw a drop of up to 15% in average selling prices, when compared to the previous year. ACC exported nearly 1 million tons of clinker in 1H21. The company's clinker stock stands at 2.3 million tons, sufficient level to fulfill any rise in demand or export clinker at affordable prices. *(Source: Argaam)*
- Seera Group Holding (1810/SEERA AB) reported a net loss after Zakat and tax of SAR 230mn (USD 61.3mn) for 1H21, against a net profit of SAR 940mn (USD 250mn) a year earlier. The company attributed the net loss to a 12% Y/Y decrease in gross booking value (GBV) to SAR 2.0bn (USD 533mn) and a 12% Y/Y drop in revenue to SAR 472mn (USD 125mn). *(Source: Argaam)*
- Development Works For Food (9501/DWF AB) turned to a net profit after Zakat and tax of SAR 3.0mn (USD 0.8mn) for 1H21, against a net loss of SAR 6.0mn (USD 1.6mn) a year earlier. The positive results were driven by DWF's exit from unprofitable business lines and its focus on activities that generate a return. *(Source: Argaam)*
- Saudi Cable Co. (2110/SCACO AB) trimmed net loss after Zakat and tax to SAR 55.1mn (USD 14.7mn) in 1H21, from a net loss of SAR 59.8mn (USD 16.0mn) in the year-earlier period, driven by lower expenses and increased profit share from associates. *(Source: Argaam)*

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Mouwasat Medical Services Co.	208.40	6.5%	41
United Cooperative Assurance Co.	30.00	4.5%	106
Saudi Paper Manufacturing Co.	64.50	4.4%	47
Abdullah Saad Mohammed Abo Moati for Bookstores Co.	54.70	4.2%	307
Amlak International for Real Estate Finance Co.	24.20	3.3%	179

Source: Tadawul

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Amana Cooperative Insurance Co.	57.90	-3.5%	19
Saudi Industrial Export Co.	109.80	-3.2%	14
Tihama Advertising & Public Relations Co.	49.90	-3.1%	22
Alandalus Property Co.	30.80	-2.7%	42
Saudi Enaya Cooperative Insurance Co.	43.90	-2.4%	17

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
DAR ALARKAN	17-Aug	2Q21	22.4	116%	0.02	NA
SARCO	17-Aug	2Q21	7.1	1%	0.48	NA
Jazira Takaful	17-Aug	2Q21	1.8	-87%	0.04	NA
SABB Takaful	17-Aug	2Q21	1.2	143%	0.04	NA
Alinma Tokio M	17-Aug	2Q21	-3.3	-128%	-0.11	NA

Source: Tadawul

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	122.00	1.0%	364
The Saudi Arabian Oil Company	35.25	0.7%	334
Abdullah Saad Mohammed Abo Moati for Bookstores Co.	54.70	4.2%	307
Saudi Basic Industries Corp.	125.00	1.6%	290
The Saudi National Bank	60.40	0.2%	180

Source: Tadawul

NOTES:
(1) Prices as of last trade. Updated as of August 17, 2021
(2) WTD: Week to Date and YTD: Year to Date

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,837	0.4	0.8	13.9	20.2
Abu Dhabi (ADX)	7,730	0.9	1.8	53.2	23.7
Kuwait (KSE)	6,500	-0.2	-0.3	21.0	NA
Qatar (QE)	10,983	0.3	0.6	5.2	16.7
Oman (MSM)	4,002	-0.2	0.0	9.4	12.8
Bahrain (BSE)	1,637	0.0	0.3	9.9	11.6
DJMENA Index	718	0.6	0.7	23.5	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	4,448	-0.7	-0.4	18.4	26.9
US (NASDAQ 100)	14,656	-0.9	-1.1	13.7	30.8
UK (FTSE 100)	7,181	0.4	-0.5	11.2	19.3
Germany (DAX)	15,922	0.0	-0.3	16.1	18.1
France (CAC 40)	6,820	-0.3	-1.1	22.8	25.7
Russia (MICEX)	3,943	1.2	1.8	19.9	9.4
Japan (Nikkei)	27,424	-0.4	-2.0	-0.1	15.8
Hong Kong (HSI)	25,746	-1.7	-2.4	-5.5	10.5
South Korea (KOSPI)	3,143	-0.9	-0.9	9.4	16.2
China (SHCOMP)	3,447	-2.0	-2.0	-0.8	15.5
India (NIFTY)	16,615	0.3	0.5	18.8	27.0
Brazil (IBOV)	1,17,904	-1.1	-2.7	-0.9	9.3
Turkey (BIST 100)	1,462	0.4	1.0	-1.0	8.1
Egypt (EGX30)	10,938	-1.0	0.5	0.9	10.1
MSCI Emerging Markets	1,256	-1.3	-2.0	-2.7	16.3
MSCI World	3,100	-0.7	-0.8	15.2	24.3

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude ($/bbl)	69.0	-0.7	-2.2	33.3	54.1
Natural Gas ($/mmbtu)	3.8	-2.8	-0.6	51.1	40.0
Gold ($/oz)	1,786	-0.1	0.4	-5.9	-8.2
Silver ($/oz)	23.7	-0.8	-0.4	-10.4	-10.5
Platinum ($/oz)	999	-2.7	-3.2	-6.8	5.8
Copper ($/t)	9,227	-2.0	-3.3	19.1	44.7
Zinc ($/t)	3,006	-0.6	-0.7	10.1	28.1
Lead ($/mt)	2,428	0.4	-0.8	23.1	24.8
Wheat ($/bu)	749	-3.4	-3.3	16.9	37.9
Corn ($/bu)	564	-0.9	-1.7	16.4	51.5
Sugar ($/lb)	20.0	0.0	0.4	29.2	56.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.12	0.00	-0.11	0.00
Saudi Arabia	0.80	0.00	-0.02	0.67
UAE	0.34	-0.03	-0.17	0.22
Kuwait	1.50	0.00	0.06	1.38
Qatar	1.09	0.07	-0.03	0.97
Bahrain	1.59	0.00	-0.66	1.47

Source: Reuters

NOTES:

(1) Prices updated as of August 17, 2021 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Tuesday. S&P 500 and NASDAQ declined 0.7% and 0.9%, respectively. Dow Jones Industrial closed 0.8% lower. In Europe, UK ended 0.4% higher. Germany ended flat, while France decreased 0.3%.
- Asian markets are trading higher on Wednesday. China is up 0.5%. Japan and South Korea are trading 0.8% and 0.9% higher, respectively. Hong Kong and India are up 0.7% and 0.5%, respectively, in the morning session.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi gained 0.4% and 0.9%, respectively. Kuwait decreased 0.2%, while Qatar increased 0.3%. Oman ended 0.2% lower, while Bahrain was closed for trading.
- US' industrial production for July stood at 0.9% M/M and 6.6% Y/Y (prior: 0.2% M/M and 9.9% Y/Y, consensus: 0.5% M/M). *(Source: Trading Economics)*
- According to Bahrain's Ministry of finance, the government revenues increased by 23% Y/Y to BHD 1.12bn (SAR 11.1bn) in 1H21, primarily due to a 33% increase in oil revenues caused by higher oil prices, while non-oil revenues increased by 4% Y/Y. Actual government expenditure decreased by 4% Y/Y to BHD 1.64bn (SAR 16.3bn), while recurrent expenditure decreased by 2% Y/Y. *(Source: Trade Arabia)*
- According to Bahrain's Information & eGovernment Authority (iGA), Bahrain's revenues from eServices across channels exceeded BHD 200mn (SAR 1.9bn) during 1H21, increasing by 257% compared to the same period last year. *(Source: Trade Arabia)*
- Abu Dhabi National Oil Co. (ADNOC) is investing USD 187mn (SAR 701mn) to expand the production capacity of the Al Nouf oilfield to 175,000 barrels per day (bpd) by 2024 from the current 160,000 bpd. The investment in the maturing field will help ADNOC to reach its 5 million bpd oil production capacity target by 2030. *(Source: Trade Arabia)*
- UAE's Azizi Developments has signed an AED 23mn (SAR 23.5mn) contract with MAC Electromechanical Engineering Contracting to provide mechanical, electrical, and plumbing (MEP) services for its stylish waterfront project Riviera. Under this deal, MAC will be handling the engineering, supply, installation, testing, and commissioning work. *(Source: Trade Arabia)*

Coming Up

- UK's inflation rate for July (prior: 0.5% M/M and 2.5% Y/Y, consensus: 0.3% M/M and 2.3% Y/Y) will be announced today. *(Source: Trading Economics)*
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended August 13 (prior: -0.4mn barrels) will be announced today. *(Source: Trading Economics)*
- US jobless claims for the week ended August 14 (prior: 375K) will be announced tomorrow. *(Source: Trading Economics)*

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